for more than three of the last 12 months, we will not exclude it from the participation rate calculation.

- (3) The State may direct us, through its reported participation data, to include in the participation calculation families that have been sanctioned for no more than three of the last 12 months.
- (c) For purposes of the calculation in paragraph (b) of this section, a two-parent family includes, at a minimum, all families with two natural or adoptive parents (of the same minor child) receiving assistance and living in the home, unless both are minors and neither is a head-of-household.
- (d)(1) If a family receives assistance for only part of a month, we will count it as a month of participation if an adult in the family (or both adults, if they are both required to work) is engaged in work for the minimum average number of hours in each full week that the family receives assistance in that month.
- (2) If a State pays benefits retroactively (i.e., for the period between application and approval of benefits), it has the option to consider the family to be receiving assistance during the period of retroactivity.
- (e) If a family includes a disabled parent, we will not consider the family to be a two-parent family under paragraph (b) of this section; i.e., we will not include such a family in either the numerator or denominator of the two-parent rate.

§ 261.25 Does a State include Tribal families in calculating these rates?

At State option, we will include families that are receiving assistance under an approved Tribal family assistance plan or under a Tribal work program in calculating the State's participation rates under §§ 261.22 and 261.24.

Subpart C—What Are the Work Activities and How Do They Count?

§ 261.30 What are the work activities?

The work activities are:

- (a) Unsubsidized employment;
- (b) Subsidized private-sector employment;

- (c) Subsidized public-sector employment:
- (d) Work experience if sufficient private-sector employment is not available:
 - (e) On-the-job training (OJT);
- (f) Job search and job readiness assistance;
 - (g) Community service programs;
 - (h) Vocational educational training;
- (i) Job skills training directly related to employment;
- (j) Education directly related to employment, in the case of a recipient who has not received a high school diploma or a certificate of high school equivalency:
- (k) Satisfactory attendance at secondary school or in a course of study leading to a certificate of general equivalence, if a recipient has not completed secondary school or received such a certificate; and
- (l) Providing child care services to an individual who is participating in a community service program.

§ 261.31 How many hours must an individual participate to count in the numerator of the overall rate?

- (a) An individual counts as engaged in work for a month for the overall rate if:
- (1) He or she participates in work activities during the month for at least the minimum average number of hours per week listed in the following table:

| If the fiscal year is: | Then the minimum average hours per week is: |
|------------------------|---|
| 1997 | 20 20 |
| 1999 | 25 |
| 2000 or thereafter | 30 |

and

- (2) At least 20 of the above hours per week come from participation in the activities listed in paragraph (b) of this section.
- (b) The following nine activities count toward the first 20 hours of participation: unsubsidized employment; subsidized private-sector employment; subsidized public-sector employment; work experience; on-the-job training; job search and job readiness assistance;

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community service programs; vocational educational training; and providing child care services to an individual who is participating in a community service program.

(c) Above 20 hours per week, the following three activities may also count as participation: job skills training directly related to employment; education directly related to employment; and satisfactory attendance at secondary school or in a course of study leading to a certificate of general equivalence.

§ 261.32 How many hours must an individual participate to count in the numerator of the two-parent rate?

- (a) Subject to paragraph (d) of this section, an individual counts as engaged in work for the month for the two-parent rate if:
- (1) If an individual and the other parent in the family are participating in work activities for an average of at least 35 hours per week during the month, and
- (2) At least 30 of the 35 hours per week come from participation in the activities listed in paragraph (b) of this section
- (b) The following nine activities count for the first 30 hours of participation: unsubsidized employment; subsidized private-sector employment; subsidized public-sector employment; work experience; on-the-job training; job search and job readiness assistance; community service programs; vocational educational training; and providing child care services to an individual who is participating in a community service program.
- (c) Above 30 hours per week, the following three activities may also count for participation: job skills training directly related to employment; education directly related to employment; and satisfactory attendance at secondary school or in a course of study leading to a certificate of general equivalence.
- (d)(1) If the family receives federally funded child care assistance and an adult in the family is not disabled or caring for a severely disabled child, then the individual and the other parent must be participating in work activities for an average of at least 55

hours per week for the individual to count as a two-parent family engaged in work for the month.

- (2) At least 50 of the 55 hours per week must come from participation in the activities listed in paragraph (b) of this section.
- (3) Above 50 hours per week, the three activities listed in paragraph (c) of this section may also count as participation.

§ 261.33 What are the special requirements concerning educational activities in determining monthly participation rates?

- (a) Vocational educational training may only count for a total of 12 months for any individual.
- (b)(1) A recipient who is married or a single head-of-household under 20 years old counts as engaged in work in a month if he or she:
- (i) Maintains satisfactory attendance at a secondary school or the equivalent during the month; or
- (ii) Participates in education directly related to employment for an average of at least 20 hours per week during the month.
- (2)(i) For a married recipient, such participation counts as the greater of 20 hours or the actual hours of participation.
- (ii) If both parents in the family are under 20 years old, the requirements at §261.32(d) are met if both meet the conditions of paragraphs (b)(1)(i) or (b)(1)(ii) of this section.
- (c) In counting individuals for each participation rate, not more than 30 percent of individuals engaged in work in a month may be included in the numerator because they are:
- (1) Participating in vocational educational training; and
- (2) In fiscal year 2000 or thereafter, individuals deemed to be engaged in work by participating in educational activities described in paragraph (b) of this section.

§ 261.34 Are there any limitations in counting job search and job readiness assistance toward the participation rates?

Yes. There are four limitations concerning job search and job readiness.